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BOARD OF LEVEE COMMISSIONERS  
OF THE  
SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA  
GALLIANO, LOUISIANA

JUNE 30, 2001

Audit of Financial Statements

June 30, 2001

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 9-26-01

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**Board of Levee Commissioners of the  
South Lafourche Levee District  
State of Louisiana  
Galliano, Louisiana**

Independent Auditor's Report

We have audited the accompanying general purpose financial statements of the **BOARD OF LEVEE COMMISSIONERS OF THE SOUTH LAFOURCHE LEVEE DISTRICT**, component unit of the State of Louisiana, as of and for the year ended June 30, 2001 as listed in the table of contents. These general purpose financial statements are the responsibility of the **BOARD OF LEVEE COMMISSIONERS OF THE SOUTH LAFOURCHE LEVEE DISTRICT's** management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with auditing standards and the standards generally accepted in the United States of America applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the **BOARD OF LEVEE COMMISSIONERS OF THE SOUTH LAFOURCHE LEVEE DISTRICT** as of June 30, 2001 and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

**INDEPENDENT AUDITOR'S REPORT**  
(Continued)

In accordance with Government Auditing Standards, we have also issued our report dated August 16, 2001 on our consideration of Board of Levee Commissioners of the South Lafourche Levee District internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying financial information listed as supplementary information in the table of contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of the **BOARD OF LEVEE COMMISSIONERS OF THE SOUTH LAFOURCHE LEVEE DISTRICT**. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.



Aldon G. Wahl, Jr.  
Certified Public Accountant

August 16, 2001

## BOARD OF COMMISSIONERS OF THE SOUTH LAFOURCHE LEVEE DISTRICT

## STATE OF LOUISIANA

COMBINED BALANCE SHEET-GOVERNMENTAL FUND TYPES AND ACCOUNT GROUPS  
FOR THE YEAR ENDED JUNE 30, 2001  
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2000

	Governmental Fund Types				Account Groups			Totals	
	General Fund	Capital Projects Fund	Debt Service Fund		General	General		(Memorandum Only)	
					Fixed Assets	Long-Term Debt			
ASSETS AND OTHER DEBTS									
Cash in State Treasury	\$ 241,362	\$ -	\$ 22,208		\$ -	\$ -	\$ 263,570	\$ 274,877	
Cash in Agency Bank	2,304,955	113,980	-		-	-	2,418,935	2,206,150	
Investments	-	-	-		-	-	-	-	
Accrued Interest	24,247	-	-		-	-	24,247	20,319	
Accounts Receivable	76,703	-	-		-	-	76,703	4,128	
Due from Other Funds	-	-	-		-	-	-	-	
Deposits	3,415	-	-		-	-	3,415	3,415	
Fixed Assets	-	-	-		19,158,164	-	19,158,164	19,268,370	
Amount Available in Debt Service Fund	-	-	-		-	21,958	21,958	26,533	
Amount to be Provided for Retirement of General Long Term Obligations	-	-	-		-	742,390	742,390	875,589	
Total Assets and Other Debits	\$ 2,650,682	\$ 113,980	\$ 22,208		\$ 19,158,164	\$ 764,348	\$ 22,709,382	\$ 22,679,381	
LIABILITIES AND FUNDEQUITY									
Liabilities									
Accounts Payable	\$ 23,501	\$ 13,261	\$ 250		\$ -	\$ -	\$ 37,012	\$ 9,731	
Payroll deductions payable	6,383	-	-		-	-	6,383	1,585	
Contracts Payable	-	-	-		-	-	-	-	
Retainage Payable	-	-	-		-	-	-	-	
Due to Other Funds	-	-	-		-	-	-	-	
Compensated Absences Payable	-	-	-		-	59,348	59,348	47,122	
General Obligation Bonds Payable	-	-	-		-	705,000	705,000	855,000	
Matured Bonds and Interest Payable	-	-	-		-	-	-	-	
Total Liabilities	29,884	13,261	250		-	764,348	807,743	913,438	
Fund Equity									
Investment in General Fixed Assets	-	-	-		19,158,164	-	19,158,164	19,268,370	
Fund Balances									
Reserved for Debt Service	-	-	21,958		-	-	21,958	26,533	
Reserved Unperformed Contracts	-	-	-		-	-	-	-	
Unreserved Undesignated	2,620,798	100,719	-		-	-	2,721,517	2,471,040	
Total Fund Equity	2,620,798	100,719	21,958		19,158,164	-	21,901,639	21,765,943	
Total Liabilities and Fund Equity	\$ 2,650,682	\$ 113,980	\$ 22,208		\$ 19,158,164	\$ 764,348	\$ 22,709,382	\$ 22,679,381	

See accompanying notes to financial statements



BOARD OF LEVEE COMMISSIONERS OF THE SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA  
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - GOVERNMENT FUND TYPES  
FOR THE YEAR ENDED JUNE 30, 2001

WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2000

	General Fund	Capital Projects Fund	Debt Service Fund	Totals (Memorandum Only) 2001	2000
<b>REVENUES</b>					
Taxes	\$ 1,531,211	\$ -	\$ -	\$ 1,531,211	\$ 1,419,713
Intergovernmental Revenues	107,080	18,831	-	125,911	522,817
Investment Income	122,239	2,324	-	124,563	86,660
Other Revenues	<u>85,021</u>	<u>-</u>	<u>-</u>	<u>85,021</u>	<u>1,121</u>
Total Revenues	<u>1,845,551</u>	<u>21,155</u>	<u>-</u>	<u>1,866,706</u>	<u>2,030,311</u>
<b>EXPENDITURES</b>					
Current:					
General Government				291,304	253,414
Personal Services	291,304	-	-	-	76,151
Related Benefits	81,751	-	-	81,751	5,503
Travel	6,784	-	-	6,784	21,798
Professional Services	23,168	-	-	23,168	196,641
Operating Services	259,276	-	-	259,276	34,475
Supplies	31,980	-	-	31,980	44,159
Other	47,866	-	-	47,866	-
Debt Service	-	-	150,000	150,000	145,000
Bond Redeemed	-	-	53,065	53,065	61,837
Interest	-	-	-	-	-
Paying Agent	-	-	-	-	-
Capital Outlay	<u>8,504</u>	<u>667,106</u>	<u>-</u>	<u>675,610</u>	<u>445,866</u>
Total Expenditures	<u>750,633</u>	<u>667,106</u>	<u>203,065</u>	<u>1,620,804</u>	<u>1,284,844</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>1,094,918</u>	<u>(645,951)</u>	<u>(203,065)</u>	<u>245,902</u>	<u>745,467</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers In	-	521,169	198,490	719,659	282,588
Transfers Out	<u>(719,659)</u>	<u>-</u>	<u>-</u>	<u>(719,659)</u>	<u>(282,588)</u>
Total Other Financing Sources (Uses)	<u>(719,659)</u>	<u>521,169</u>	<u>198,490</u>	<u>-</u>	<u>-</u>
<b>EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES</b>	<u>375,259</u>	<u>(124,782)</u>	<u>(4,575)</u>	<u>245,902</u>	<u>745,467</u>
<b>FUND BALANCES-BEGINNING OF YEAR</b>	<u>2,245,539</u>	<u>225,501</u>	<u>26,533</u>	<u>2,497,573</u>	<u>1,752,106</u>
<b>FUND BALANCES-END OF YEAR</b>	<u>\$ 2,620,798</u>	<u>\$ 100,719</u>	<u>\$ 21,958</u>	<u>\$ 2,743,475</u>	<u>\$ 2,497,573</u>

See accompanying notes to financial statements.

**BOARD OF LEVEE COMMISSIONERS OF THE  
SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE BUDGET (GAAP BASIS) AND ACTUAL  
GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2001**

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<b>REVENUES</b>			
Taxes	\$1,480,000	\$1,531,211	\$ 51,211
Intergovernmental Revenues	48,000	107,080	59,080
Investment Income	60,000	122,239	62,239
Other Revenues	<u>10,000</u>	<u>85,021</u>	<u>75,021</u>
Total Revenues	<u>1,598,000</u>	<u>1,845,551</u>	<u>247,551</u>
<b>EXPENDITURES</b>			
Current:			
General Government			
Personal Services	282,436	291,304	( 8,868)
Related Benefits	84,728	81,751	2,977
Travel	7,165	6,784	381
Professional Services	22,037	23,168	( 1,131)
Operating Services	292,667	259,276	33,391
Supplies	41,514	31,980	9,534
Other	15,932	47,866	( 31,934)
Capital Outlay	<u>8,000</u>	<u>8,504</u>	<u>( 504)</u>
Total Expenditures	<u>754,479</u>	<u>750,633</u>	<u>3,846</u>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	843,521	1,094,918	251,397
<b>OTHER FINANCING SOURCES (USES)</b>			
Operating Transfers In	-	-	-
Operating Transfers Out	<u>(3,100,126)</u>	<u>( 719,659)</u>	<u>2,380,467</u>
	<u>(3,100,126)</u>	<u>( 719,659)</u>	<u>2,380,467</u>
<b>EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES</b>	(2,256,605)	375,259	2,631,864
<b>FUND BALANCE - BEGINNING OF YEAR</b>	<u>2,256,605</u>	<u>2,245,539</u>	<u>( 11,066)</u>
<b>FUND BALANCE - END OF YEAR</b>	\$ -	\$2,620,798	\$2,620,798

See accompanying notes to financial statements.

**BOARD OF COMMISSIONERS OF THE  
SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA  
BUDGET (GAAP BASIS) AND ACTUAL  
SERVICE AND CAPITAL PROJECTS FUNDING  
FOR THE YEAR ENDED JUNE 30, 2001**

	Debt Service Fund			Capital Projects Fund		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<b>REVENUES</b>						
Intergovernmental Revenues	\$ -	\$ -	\$ -	\$ 18,000	\$ 18,831	\$ 831
Interest on Investments	-	-	-	1,000	2,324	1,324
Other	-	-	-	-	-	-
Total Revenues	-	-	-	19,000	21,155	2,155
<b>EXPENDITURES</b>						
Capital Outlay				3,141,062	667,106	2,473,956
Debt Service						
Principal	150,000	150,000	-	-	-	-
Interest	53,065	53,065	-	-	-	-
Paying Agent Fees	500	-	500	-	-	-
Total Expenditures	203,565	203,065	500	3,141,062	667,106	2,473,956
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(203,565)	(203,065)	500	( 3,122,062)	( 645,951)	2,476,111
<b>OTHER FINANCING SOURCES (USES)</b>						
Operating Transfers In	203,565	198,490	( 5,075 )	2,896,561	521,169	( 2,375,392)
Operating Transfers Out	-	-	-	-	-	-
Total Other Financing						
Sources (Uses)	203,565	198,490	( 5,075 )	2,896,561	521,169	( 2,375,392)
<b>EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES</b>	-	( 4,575 )	( 4,575 )	( 225,501)	( 124,782)	100,719
<b>FUND BALANCES - BEGINNING OF YEAR</b>	-	26,533	26,533	225,501	225,501	-
<b>FUND BALANCES - END OF YEAR</b>	\$ -	\$ 21,958	\$ 21,958	\$ -	\$ 100,719	\$ 100,719

See accompanying notes to financial statements.



**BOARD OF LEVEE COMMISSIONERS OF THE  
SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA**

**NOTES TO FINANCIAL STATEMENTS**

**INTRODUCTION**

The BOARD OF LEVEE COMMISSIONERS OF THE SOUTH LAFOURCHE LEVEE DISTRICT was created by Louisiana Revised Statute 38:291. The Levee District embraces all of Lafourche Parish lying south of the intracoastal canal. The Levee District primarily provides flood protection for those areas in the District and is authorized to construct and maintain levees, levee drainage, pumps, pumping stations, drainage channels, sea wall, jetties, and breakwaters in the District to protect the lands from overflow and particularly from hurricane floodwaters and from inundation from the tidewaters of the Gulf of Mexico. The BOARD OF LEVEE COMMISSIONERS OF THE SOUTH LAFOURCHE LEVEE DISTRICT administers the operations and responsibilities of the Levee District in accordance with the provisions of Louisiana Statutes. Members of the Board are appointed by the Governor in accordance with the provisions of Louisiana Revised Statute 38:304.

**NOTE A**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**BASIS OF PRESENTATION**

The financial statements of the BOARD OF LEVEE COMMISSIONERS OF THE SOUTH LAFOURCHE LEVEE DISTRICT have been prepared in conformity with Generally Accepted Accounting Principles (GAAP) as applied to government units. The Government Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

**REPORTING ENTITY**

Government Accounting Standards Board Statement No. 14 established criteria for determining which component units should be considered part of the reporting entity for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. This criteria includes:

BOARD OF LEVEE COMMISSIONERS OF THE  
SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

REPORTING ENTITY (Continued)

1. Appointing a voting majority of an organization's governing body, and
  - a. The ability of the State to impose its will on that organization and/or
  - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the State.
2. Organizations for which the State does not appoint a voting majority but are fiscally dependent on the State.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Because the State of Louisiana, via the Governor, appoints all of the members of the Levee District's governing board and has the ability to impose its will on the Levee District, the Levee District was determined to be a component unit of the State of Louisiana. The accompanying financial statements present information only on the funds maintained by the Levee District and do not present information on the State of Louisiana, the general government services provided by that government unit, or the other governmental units that comprise the financial reporting entity.

FUND ACCOUNTING

The accounts of the South Lafourche Levee District are organized on the basis of funds and account groups, each of which is considered a fund of the State of Louisiana. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprises its assets, liabilities, fund equity, revenues and expenditures. The District's revenues are accounted for in these individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The funds presented in the accompanying financial statements are described as follows:

BOARD OF LEVEE COMMISSIONERS OF THE  
SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)  
FUND ACCOUNTING (Continued)

General Fund

The General Fund is the general operating fund of the Levee District. It is used to account for all financial resources except those required to be accounted for in other funds.

Debt Service Fund

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, levee improvement bonds totaling \$1,500,000, issued September 1, 1994.

Capital Projects Fund

The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities. The fund is presently being used to account for the construction of the levee system and pumping stations in the district.

**FIXED ASSETS AND LONG-TERM DEBT**

The fixed assets used in the governmental fund type operations of the Levee District are accounted for in the general fixed assets account group, rather than in the governmental fund. Public domain or infrastructures are not capitalized. No depreciation has been provided on general fixed assets. All fixed assets are valued at historical cost. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Long-term obligations expected to be financed from governmental funds, including compensated absences for accumulated unpaid annual leave benefits of General Fund employees, are accounted for in the general long-term debt account group, not in the governmental funds.

The two account groups are not "funds". They are concerned only with measurement of financial position, not with results of operation.



BOARD OF LEVEE COMMISSIONERS OF THE  
SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

**BASIS OF ACCOUNTING**

Basis of Accounting refers to when revenues and expenditures are recognized and reported in the financial statements. Basis of Accounting relates to the timing of the measurements made, regardless of the measurement focus applied. The records are maintained on the modified accrual basis of accounting utilizing the following practices in recording revenues and expenditures:

**Revenues**

Ad valorem taxes are assessed on a calendar year basis, become due on November 15 of each year, and become delinquent on December 31. The taxes are generally collected in December, January and February of the fiscal year. Ad valorem taxes (which are based on population and homesteads in the parish) are recorded in the year the taxes are received. If taxes were recorded when assessed the amount recorded would not be materially different from the amount in the financial statements.

Substantially all other revenues are recorded when they become available and measurable.

**Expenditures**

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred if measurable, except for principal and interest on long-term debt, which is recognized when resources have been accumulated in the debt service fund for payment early in the following year.

**Other Financing Sources (Uses)**

Transfers between funds which are not expected to be repaid are accounted for as other financing sources (uses). In those cases where repayment is expected, the advances are accounted for through the various "due from" and "due to" accounts.

Proceeds from the issuance of bonds are accounted for as other financing sources.

BOARD OF LEVEE COMMISSIONERS OF THE  
SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

**BUDGET PRACTICES**

The budget practices of the BOARD OF LEVEE COMMISSIONERS OF THE SOUTH LAFOURCHE LEVEE DISTRICT are prescribed by Louisiana Revised Statute 38:318. This statute requires the Levee District to submit its annual budget to the Joint Legislative Committee on the Budget, no later than 90 days prior to the end of each fiscal year for the succeeding fiscal year for review.

The Levee District prepares budgets for all its funds but does not budget the beginning fund balance for the Debt Service Fund. The budgets are adopted on a basis consistent with Generally Accepted Accounting Principles (GAAP). The budgets were amended once during the fiscal year.

Amendments to the budget must be approved by the Board of Commissioners.

Appropriations which are not expended lapse at year end.

**ENCUMBRANCES**

Encumbrance accounting is not utilized by the Levee District.

**DEPOSITS (Cash and Certificates of Deposit)**

**CASH AND CASH EQUIVALENTS**

Cash and cash equivalents includes demand deposits in banks and the State Treasury.

R.S. 39:1223 and 33:2955 authorize the Levee District to invest in United States bonds, treasury notes, certificates or time certificates of deposit of state banks organized under the laws of Louisiana and national banks having the principal office in the State of Louisiana, or any other federally insured investment, or in mutual or trust fund institutions which are registered with the Securities and Exchange Commission under the Securities Act of 1933 and the Investment Act of 1940, and which have underlying investments consisting solely of and limited to securities of the United States government or its agencies.

The market value of the demand deposits is equal to their cost.

BOARD OF LEVEE COMMISSIONERS OF THE  
SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

**ANNUAL AND SICK LEAVE**

Employees accumulate annual and sick leave at various rates based on their years of service. The amount of annual and sick leave that may be accumulated by each employee is unlimited. Upon termination, an employee is compensated for up to 300 hours of unused annual leave at the employee's hourly rate of pay. Upon retirement, unused annual leave in excess of 300 hours plus unused sick leave is considered in computing the years of service for retirement benefit purposes. The liability for leave privileges not requiring current resources at June 30, 2001 is estimated to be \$55,301 which is recorded in the general long-term debt account group. The cost of current leave privileges is recognized as current year expenditures in the governmental funds when leave is taken.

**COMPENSATORY LEAVE**

Employees who are considered having non-exempt status according to the guidelines contained in the Fair Labor Standards Act may be paid for compensatory leave earned (K-Time). Upon termination or transfer, an employee will be paid for any time and one-half compensatory leave earned and may or may not be paid for any straight hour for hour compensatory leave earned. Compensation paid will be based on the employee's hourly rate of pay at termination or transfer. The liability for accrued payable compensatory leave at June 30, 2001 is estimated to be \$ 4,047 which is recorded in the general long-term debt account group.

**TOTAL COLUMNS ON STATEMENTS**

Total columns on the statements are captioned Memorandum Only (overview) to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position and results of operations in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation.

**USE OF ESTIMATES**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.



BOARD OF LEVEE COMMISSIONERS OF THE  
SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE A

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

COMPARATIVE DATA

Comparative data for the prior year have been presented in the accompanying financial statements to provide an understanding of changes in the financial position and operations. However, presentation of comparative data by fund types have not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read.

NOTE B

JUDGMENTS, CLAIMS, AND SIMILAR CONTINGENCIES

The Levee District is a defendant in several lawsuits involving disputed land ownership and rights-of-way. In the opinion of legal counsel for the Levee District, resolution of these lawsuits will be favorable to the Levee District or the liability, if any, resulting from these lawsuits would not be material to the financial statements.

NOTE C

PENSION PLAN

Plan Description and Provisions:

All Levee District employees, unless specifically excluded by Statute become members of the Louisiana State Employees' Retirement System as a condition of employment unless they elect to continue as a contributing member in any other retirement system for which they remain eligible for membership. The pension plan does issue a stand-alone report which can be requested from the Louisiana State Employees' Retirement System.

The State Employees' Retirement System is a cost-sharing multiple-employer public employee retirement system which is supervised by a Board of Trustees. The total payroll for the year was \$291,304 and the amount covered by this plan was \$238,105.

**-Retirement Benefits**

Benefits vest with 10 years of service. The age and years of creditable service required in order for a member to retire with full benefits are established by Statute and vary depending on the member's employer and job classification. The substantial majority of members may retire with full benefits at ages ranging from any age, upon completing thirty years of creditable service, age 55 with 25 years of service, or age sixty with ten years of creditable service. In addition, vested employees have the option of reduced benefits at any age with 20 years of service.

BOARD OF LEVEE COMMISSIONERS OF THE  
SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE C

PENSION PLAN (Continued)

Plan Description and Provisions: (Continued)

-Retirement Benefits (Continued)

The basic annual retirement benefit for substantially all members is equal to 2 1/2% of average compensation multiplied by the number of years of creditable service plus \$300. Participants who became members of the System on or after July 1, 1986, are not eligible for the \$300 addition to the annual retirement benefit formula. Average compensation is defined as the member's average annual earned compensation for the thirty-six consecutive months of employment during which the member's aggregate earned compensation was greatest. The maximum annual retirement benefit cannot exceed the lesser of 100% of average compensation or certain specified dollar amounts of actuarially determined monetary limits which vary depending upon the member's age at retirement. As an alternative to the above basic retirement benefit, a member may elect to receive his retirement benefits under any of four different options providing for a reduced retirement benefit payable throughout his life with certain benefits being paid to his designated beneficiary after his death.

-Deferred Benefits

A member leaving covered employment before attaining early retirement age but after completing certain minimum service requirements becomes eligible for a deferred benefit provided the member lives to the minimum service retirement age and does not withdraw his accumulated contributions. The minimum service requirements for deferred benefits vary depending upon the member's employer and service classification.

-Retirement Incentive Legislation

On July 6, 1985, legislation was enacted allowing System members who, on September 1, 1985, had earned sufficient service credit to be eligible for a normal retirement on or before August 31, 1995, but had not attained the normal retirement age, to be eligible for early retirement. This eligibility for an early retirement is available to service members for the ten year period ending August 31, 1995, and reduces the member's benefits to a level which is actuarially equivalent to the retirement benefit at the normal retirement using the normal retirement formula.

BOARD OF LEVEE COMMISSIONERS OF THE  
SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE C

PENSION PLAN (Continued)

Plan Description and Provisions: (Continued)

**-Disability Benefits**

Substantially all members with ten or more years credited service who become disabled receive a maximum disability retirement benefit equivalent to the regular retirement formula without reduction by reason of age.

**-Survivor's Benefits**

Upon the death of a member who was in state service at the time of death, and who had a minimum of five years of service credit, at least two of which were earned immediately prior to death, or who had a minimum of twenty years of service credit, regardless of when earned, certain eligible surviving dependents receive monthly benefits based on the member's compensation and their relationship to them. The above minimum service credit requirement is ten years for a surviving spouse with no minor children.

**-Supplemental Benefit Adjustments**

Current Statutes allow the System's Board of Trustees to make annual supplemental cost-of-living adjustments each year only when the actuary for the system and The State Legislative Auditor certify that the System is systematically approaching actuarial soundness and if such cost-of-living adjustments are not enacted by the legislature. The cost-of-living adjustments may not exceed more than 3% in any year. These adjustments are computed on the base retirement or survivors' benefit. Benefit increases have occurred under the above Statutes in various years since 1970 and have been limited to the 3% amount. In addition, several other cost-of-living adjustments or supplemental benefit payments have occurred in the past as a result of legislation, some being paid from investment income of the System and others being paid from funds appropriated by the state legislature. At June 30, 1992, new legislation was passed whereby cost-of-living contributions must be funded by a newly devised employee experience account.



BOARD OF LEVEE COMMISSIONERS OF THE  
SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE C

PENSION PLAN (Continued)

Plan Description and Provisions: (Continued)

-Description of Funding Policy:

The System's contribution requirements are not actuarially determined. Instead, the contribution requirements are currently established by Statute. Contributions consist of 7.5% member contribution and 13.0% employer contribution of total covered payroll. The Levee District's contribution requirement for the year ended June 30, 2001 was \$30,952 which represents 13.0% of covered payroll. The Levee District's contribution requirement for the year ended June 30, 2000 was \$ 26,426 which represents 12.3% of covered payroll. The Levee District's contribution requirement for the year ended June 30, 1999 was \$ 26,102 which represents 12.4% of covered payroll.

The amount reported below as "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases and any step-rate benefits estimated to be payable in the future as a result of employee service to date. The measure is the actuarial present value of credited projected benefits and is intended to assist users in assessing the plan's funding status on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among government pension plans and employers. The System does not conduct separate measurements of assets and pension benefit obligations for individual employers. The pension benefit obligation at June 30, 2001 for the System as whole, determined through an actuarial valuation performed as of that date, was \$ \*\*, of which \$ \*\* was non-vested and \$ \*\* was vested. The net assets available for benefits on that date (valued at market) were \$ \*\*, resulting in an unfunded pension obligation of \$ \*\*. The Levee District's contribution represented \*\*% of total contribution required of all participating employers. Information regarding the system at June 30, 2001, was not available prior to the issuance of the levee district's financial statements. (\*\* = unavailable when financial statements were prepared)

Trend Information:

Ten-year historical trend information presenting the System's progress accumulating sufficient assets to pay benefits when due is presented in the Louisiana State Employees' State Retirement System's June 30, 2001 financial report.

BOARD OF LEVEE COMMISSIONERS OF THE  
SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE D

PER DIEM PAID BOARD MEMBERS

Per diem payments are presented on Schedule 1. The per diem payments are authorized by Louisiana Revised Statute 38:308.

**BOARD OF LEVEE COMMISSIONERS OF THE  
SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA**

**NOTES TO FINANCIAL STATEMENTS**

**NOTE E  
FIXED ASSETS**

At June 30, 2001, the Levee District has stewardship responsibility for \$ 19,158,164 of general fixed assets valued at historical cost. A summary of changes in general fixed assets follows:

	Balance July 1, 2000	Additions	Retirements	Completed Construc- tion	Balance June 30, 1999
Land	\$ 132,588	\$ -	\$ -	\$ -	\$ 132,588
Buildings	203,486	-	-	-	203,486
Equipment	509,252	184,384	294,590	-	399,046
Pump Station No. 1	3,223,185	-	-	-	3,223,185
Pump Station No. 8	700,953	-	-	-	700,953
Pump Station No. 2	3,692,087	-	-	-	3,692,087
Pump Station No. 6	5,060,286	-	-	-	5,060,286
Pump Station No. 4	2,844,216	-	-	-	2,844,216
Pump Station No. 7	2,902,317	-	-	-	2,902,317
Construction in Progress					
	\$19,268,370	\$ 184,384	\$ 294,590	\$ -	\$ 19,158,164



BOARD OF LEVEE COMMISSIONERS OF THE  
SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE F

LONG-TERM OBLIGATIONS

The following is a summary of the levee improvement bond transactions for the Levee District for the year ended June 30, 2001:

1994 Issue

Date of Issue:	September 1, 1994
Original Issue	\$ 1,500,000
Outstanding June 30, 2000	\$ 855,000
Redeemed in 2000-01	150,000
Outstanding, June 30, 2001	\$ 705,000
Interest Rates	5.40% - 6.30%
Maturity Dates	2002 - 2005
Interest Outstanding, June 30, 2001	\$ 113,810

Secured by Ad Valorem taxes, contributions from other levee districts and other revenues.

The bonds will be callable for redemption by the Levee District at any time, in whole or in part, in the inverse order of their maturities, and if less than a full maturity, then by lot within such maturity, at a redemption price of par, together with accrued interest to the date fixed for redemption.

BOARD OF LEVEE COMMISSIONERS OF THE  
SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE F

LONG-TERM OBLIGATIONS (Continued)  
1994 Issue (Continued)

The following is the remaining maturities of principal and interest:

<u>For The Year Ended</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
June 30, 2002	160,000	43,915	203,915
June 30, 2003	170,000	34,075	204,075
June 30, 2004	180,000	23,535	203,535
June 30, 2005	195,000	12,285	207,285
	<u>\$ 705,000</u>	<u>\$ 113,810</u>	<u>\$ 818,810</u>

CHANGES IN LONG-TERM LIABILITIES

A summary of changes in long-term liabilities follows:

	<u>June 30, 2000</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2001</u>
Bonds Payable	\$ 855,000	-0-	\$ 150,000	\$ 705,000
Compensated Absences	<u>47,122</u>	<u>12,226*</u>	<u>-</u>	<u>59,348</u>
	<u>\$ 902,122</u>	<u>\$ 12,226</u>	<u>\$ 150,000</u>	<u>\$ 764,348</u>

\*Net Change

BOARD OF LEVEE COMMISSIONERS OF THE  
SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE G

DEPOSITS (Cash and Certificates of Deposit)  
CASH AND CASH EQUIVALENTS

The carrying amounts of the district's deposits are as follows for the year ended June 30, 2001:

Cash in Bank	\$2,418,935
Cash in State Treasury	<u>263,570</u>
	\$2,682,505

At June 30, 2001, the carrying amount of the Levee District's deposits was \$2,682,505 and the bank balance was \$2,716,831. Cash and cash equivalents are stated at cost, which approximates market. The deposits at June 30, 2001 were secured as follows:

	<u>Cash</u>	<u>Cash Equivalents</u> <u>Certificates</u> <u>of Deposit</u>	<u>Other</u>	<u>Total</u>
Carrying Amount on Balance Sheet	\$437,505	\$ 2,245,000	\$ ..	\$2,682,505
Bank Balances:				
a: Insured (FDIC) or collateralized with securities held by the entity or its agent in the entity's name	<u>471,831</u>	<u>2,245,000</u>	<u>      </u>	<u>2,716,831</u>
b. Collateralized with securities held by pledging financial institution's trust department or agent in the entity's name	<u>      </u>	<u>      </u>	<u>      </u>	<u>      </u>
c. Uncollateralized, including any securities held for the entity but not in the entity's name	<u>      </u>	<u>      </u>	<u>      </u>	<u>      </u>
TOTAL Bank Balances	\$471,831	\$ 2,245,000	\$ ..	\$2,716,831

There were no uncollateralized securities fitting the description in (c) above during the year.

BOARD OF LEVEE COMMISSIONERS OF THE  
SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE H

**CONTRACTUAL AGREEMENTS**

During the year ending June 30, 1995, the Levee District entered into an intergovernmental agreement with the Greater Lafourche Port Commission (the Port Commission). Both the Levee District and the Port Commission determined that a pontoon excavator was needed in order to perform their respective functions. Therefore, an agreement was made whereby the Levee District would purchase a pontoon excavator in its name, as owner, and the Port Commission would contribute to the Levee District \$150,000 towards the cost of the excavator. The \$150,000 was included in Miscellaneous Income in the General Fund's Statement of Revenues, Expenditures, and changes in Fund Balance for that year.

Each party had the use of the excavator for approximately six months each year. The Port Commission was responsible for hiring an operator and providing salary and benefits to this employee. The Levee District was required to reimburse the Port Commission when the Levee District had use of the excavator. Both parties shared equally in the maintenance and operating costs of the excavator, and each Party was responsible for the cost of fuel, lube and other necessary expendable items while in its use.

The agreement commenced on December 30, 1994 and was scheduled to end on December 29, 1999. Either party had the right to sell the excavator, if the agreement was not extended or canceled, provided that the excavator was first offered to the other party at the same price of any bonafide offer. The agreement was extended until August 2000 at which time the Port Commission purchased the excavator from the Levee District.

BOARD OF LEVEE COMMISSIONERS OF THE  
SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE I

**DUE FROM/TO OTHER FUNDS**

Individual fund type balances due from/to other funds at June 30, 2001 are as follows:

<u>FUND</u>	<u>DUE FROM OTHER FUNDS</u>	<u>DUE TO OTHER FUNDS</u>
General Fund	\$ -	\$ -
Debt Service Fund	-	-
<u>TOTAL</u>	<u>\$ -</u>	<u>\$ -</u>

NOTE J

**OTHER POST-EMPLOYMENT BENEFITS**

The Levee District provides certain continuing health care and life insurance benefits for its retired employees. Substantially all levee district employees become eligible for those benefits if they reach normal retirement age while working for the levee district. Those benefits for retirees and similar benefits for active employees are provided through an insurance company whose monthly premiums are paid by the levee district for health care for active employees and paid jointly by the employee and the levee district for life insurance. After retirement the health care premiums are paid jointly by the levee district and the retiree. The levee district recognizes the cost of providing these benefits (levee district's portion of premiums) as an expenditure when paid during the year, which was \$ 46,788 for the year ended June 30, 2001. The levee district's cost of providing retiree health care and life insurance benefits are recognized as expenditures when the monthly premiums are paid. For the year ended June 30, 2001 the costs of retiree benefits totaled \$ 0 . The cost of active employee benefits for the year ended June 30, 2001 totaled \$46,788. The Levee District's group plan at the end of the year included eleven active employees.

## SUPPLEMENTARY INFORMATION



BOARD OF LEVEE COMMISSIONERS OF THE  
SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA

SCHEDULE I  
PER DIEM PAID BOARD MEMBERS  
FOR THE YEAR ENDED JUNE 30, 2001

	<u>NUMBER OF MEETINGS</u>	<u>AMOUNT</u>
Ronald Callais	25	\$ 1875
Ernest J. Gremillion	14	1050
Edles J. Williams	12	900
Russell Bruce	11	825
Ernest Richoux, Jr.	8	600
Monty Vegas	14	1050
Lula Auenson	12	900
Joseph P. Leonard III	17	1275
Roy Gisclair	<u>15</u>	<u>1125</u>
Total	128	\$9,600

BOARD OF LEVEE COMMISSIONERS OF THE  
SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA

SCHEDULE II  
REPORTING PACKET  
DIVISION OF ADMINISTRATION  
OFFICE OF STATEWIDE REPORTING AND ACCOUNTING POLICY  
ANNUAL FINANCIAL STATEMENT

STATE OF LOUISIANA  
SOUTH LAFOURCHE LEVEE ~~COMMISSION~~/Districts

Annual Financial Statement  
For the Year Ended June 30, 2001  
(Fiscal Close)

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STATE OF LOUISIANA  
Annual Financial Statement  
Fiscal Year Ending June 30, 2001  
South Lafourche Levee District  
(Agency Name)

Division of Administration  
Office of Statewide Reporting  
and Accounting Policy  
P. O. Box 94095  
Baton Rouge, Louisiana 70804-9095

Legislative Auditor  
P. O. Box 94397  
Baton Rouge, Louisiana 70804-9397

AFFIDAVIT

Personally came and appeared before the undersigned authority, Windell A. Curolle  
(Name) General Manager (Title) of South Lafourche Levee District  
(agency) who duly sworn, deposes and says, that the financial statement herewith given presents  
fairly the financial position of South Lafourche Levee District (agency) at  
June 30, 2001 and the results of operations for the year then ended in accordance with policies  
and practices established by the Division of Administration or in accordance with Generally  
Accepted Accounting Principles as prescribed by the Governmental Accounting Standards Board.  
Sworn and subscribed before me, this 30th day of August, 2001.

Windell A. Curolle  
Signature of Agency Official

[Signature]  
Notary Public

Prepared by: Aldon G. Wahl, Jr.

Title: Certified Public Accountant

Telephone No.: (985) 693-7755

Date: August 30, 2001

## STATE OF LOUISIANA

SOUTH LAFOURCHE LEVEE

COMMISSION/DISTRICT

## COMBINED BALANCE SHEET – ALL FUND TYPES AND ACCOUNT GROUPS

June 30, 2001 (Fiscal Close)

	GOVERNMENTAL FUND TYPE			
	GENERAL	SPECIAL REVENUE	CAPITAL PROJECTS	DEBT SERVICE
<b>ASSETS AND OTHER DEBITS</b>				
Cash and cash equivalents	\$2,546,317	\$	\$ 113,980	\$ 22,208
Investments				
Receivables	100,950			
Due from primary government				
Due from component units				
Due from other funds				
Due from federal government				
Notes receivable				
Prepayments				
Inventories				
Other assets	3,415			
Restricted assets:				
Cash				
Investments				
Receivables				
Direct financing lease payments receivable				
Property, plant, and equipment (net of accumulated depreciation)				
Other debits:				
Amount available for debt service				
Amount to be provided for retirement of general long term debt				
<b>TOTAL ASSETS AND OTHER DEBITS</b>	<b>\$ 2,650,682</b>	<b>\$</b>	<b>\$ 113,980</b>	<b>\$ 22,208</b>
<b>LIABILITIES, EQUITY, AND OTHER CREDITS</b>				
Liabilities:				
Accounts payable and accruals	29,884		13,261	250
Contracts and retainage payable				
Compensated absences payable				
Due to primary government				
Due to component units				
Due to other funds				
Due to federal government				
Deferred revenues				
Amounts held in custody for others				
Liabilities payable from restricted assets				
Obligations under capital lease				
Notes payable				
Bonds payable				
Estimated liabilities for claims				
Other liabilities				
Total liabilities	\$ 29,884	\$	\$ 13,261	\$ 250

(Continued)

The accompanying notes are an integral part of this statement.

Statement A

[illegible]



## STATE OF LOUISIANA

SOUTH LAFOURCHE LEVEE~~COMMISSION~~/DISTRICT

## COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS

June 30, 2001 (Fiscal Close)

## GOVERNMENTAL FUND TYPE

	GENERAL	SPECIAL REVENUE	CAPITAL PROJECTS	DEBT SERVICE
Equity and other credits:				
Investment in fixed assets	\$ _____	\$ _____	\$ _____	\$ _____
Contributed capital	_____	_____	_____	_____
Retained earnings:				
Reserved	_____	_____	_____	_____
Unreserved	_____	_____	_____	_____
Fund balances:				
Reserved for debt service	_____	_____	_____	21,958
Reserved for inventories	_____	_____	_____	_____
Reserved for pension benefits	_____	_____	_____	_____
Reserved for encumbrances	_____	_____	_____	_____
Reserved for construction	_____	_____	_____	_____
Other reserves	_____	_____	_____	_____
Unreserved:				
Designated	_____	_____	_____	_____
Undesignated (Deficit)	2,620,798	_____	100,719	_____
Total equity and other credits	2,620,798	_____	100,719	21,958
TOTAL LIABILITIES, EQUITY, OTHER CREDITS	\$2,650,682	\$ _____	\$113,980	\$ 22,208

(Concluded)

The accompanying notes are an integral part of this statement.

Statement A

PROPRIETARY FUND TYPE		FIDUCIARY FUND TYPE		ACCOUNT GROUPS		TOTAL (MEMORANDUM ONLY)
ENTERPRISE	INTERNAL SERIVCE	EXPENDABLE TRUST	NON- EXPENDABLE TRUST	GENERAL FIXED ASSETS	GENERAL LONG TERM DEBT	
\$ _____	\$ _____	\$ _____	\$ _____	\$ 19,158,164	\$ _____	\$ 19,158,164
_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	21,958
_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	2,721,517
_____	_____	_____	_____	19,158,164	_____	21,901,639
\$ _____	\$ _____	\$ _____	\$ _____	\$ 19,158,164	\$ 764,348	\$ 22,709,382

## STATE OF LOUISIANA

SOUTH LAFOURCHE LEVEE

COMMISSION/DISTRICT

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDSFor the year ended June 30, 2001

	GOVERNMENTAL FUND TYPE				FIDUCIARY FUND TYPE	TOTAL
	GENERAL	SPECIAL REVENUE	CAPITAL PROJECTS	DEBT SERVICE	EXPENDABLE TRUST	(MEMORANDUM ONLY)
REVENUES						
Intergovernmental revenues	\$ 107,080	\$	\$ 18,831	\$	\$	\$ 125,911
Taxes	1,531,211					1,531,211
Use of money and property	122,239		2,324			124,563
Licenses, permits, and fees						
Other	85,021					85,021
Total revenues	1,845,551		21,155			1,866,706
EXPENDITURES:						
Current:						
General government	742,129					742,129
Health and welfare						
Other						
Intergovernmental						
Capital outlay	8,504		667,106			675,610
Retirement Benefits						
Debt service:						
Principal retirement				150,000		150,000
Interest and fiscal charges				53,065		53,065
Total expenditures	750,633		667,106	203,065		1,620,804
EXCESS(DEFICIENCY) OF REVENUES OVER EXPENDITURES	1,094,918		(645,951)	(203,065)		245,902
OTHER FINANCING SOURCES(USES):						
Payments to refunded bond escrow agent						
Bond proceeds						
Operating transfers in – primary government						
Operating transfers out – primary government						
Operating transfers in – component units						
Operating transfers out – component units						
Operating transfers in – other funds			521,169	198,490		719,659
Operating transfers out – other funds	(719,659)					(719,659)
Other						
Total other financing sources(uses)	(719,659)		521,169	198,490		
EXCESS(DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	375,259		(124,782)	( 4,575)		245,902
FUND BALANCES AT BEGINNING OF YEAR	2,245,539		225,501	26,533		2,497,573
increase(decrease) in reserve for inventories						
FUND BALANCES AT END OF YEAR	\$2,620,798		\$100,719	\$21,958	\$	\$2,743,475

The accompanying notes are an integral part of this statement.

Statement B

## STATE OF LOUISIANA

SOUTH LAFOURCHE LEVEE

~~COMMISSION~~/DISTRICT

## STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

GOVERNMENTAL FUND TYPES – BUDGET (GAAP/NONGAAP) AND ACTUAL

FOR THE YEAR ENDED JUNE, 20 01

## GENERAL FUND

	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:			
Intergovernmental	\$ 48,000	\$ 107,080	\$ 59,080
Taxes	1,480,000	1,531,211	51,211
Use of money and property	60,000	122,239	62,239
Licenses, permits, and fees			
Other	10,000	85,021	75,021
Total revenues	1,598,000	1,845,551	247,551
EXPENDITURES:			
Personal Services	282,436	291,304	( 8,868)
Related Benefits	84,728	81,751	2,977
* Travel	7,165	6,784	381
* Professional Services	22,037	23,168	( 1,131)
* Operating Services	292,667	259,276	33,391
* Supplies	41,514	31,980	9,534
* Other	15,932	47,866	( 31,934)
Capital Outlay	8,000	8,504	( 504)
Total expenditures	754,479	750,633	3,846
Excess(Deficiency) of Revenues over Expenditures	843,521	1,094,918	251,397
OTHER FINANCING SOURCES(USES):			
Operating Transfers Out	(3,100,126)	( 719,659)	2,380,467
Total other financing sources(uses)	(3,100,126)	( 719,659)	2,380,467
Excess(deficiency) of revenues and other sources over expenditures and other uses	(2,256,605)	375,259	2,631,864
Fund balance(deficit) at beginning of year	2,256,605	2,245,539	( 11,066)
Adjustment			
Fund balance(deficit) at end of year	\$ -	\$ 2,620,798	\$ 2,620,798

\* Categorize expenditures according to commission's/district's chart of accounts.

The accompanying notes are an integral part of this statement.

Statement C

[illegible]



## STATE OF LOUISIANA

SOUTH LAFOURCHE LEVEE ~~COMMISSION~~/DISTRICTCOMBINED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS.  
ALL PROPRIETARY AND NON-EXPENDABLE TRUST FUNDSFor the year ended June 30, 2001

	PROPRIETARY FUND TYPE		FIDUCIARY FUND TYPE	TOTAL (MEMORANDUM ONLY)
	ENTERPRISE	INTERNAL SERVICE	NON- EXPENDABLE TRUST	
OPERATING REVENUES				
Intergovernmental revenues	\$ _____	\$ _____	\$ _____	\$ _____
Taxes	_____	_____	_____	_____
Use of money and property	_____	_____	_____	_____
Licenses, permits, and fees	_____	_____	_____	_____
Other	_____	_____	_____	_____
Total operating revenues	_____	_____	_____	_____
OPERATING EXPENSES				
Personal services	_____	_____	_____	_____
Contractual services	_____	_____	_____	_____
Travel	_____	_____	_____	_____
Operating services	_____	_____	_____	_____
Supplies	_____	_____	_____	_____
Professional services	_____	_____	_____	_____
Administrative	_____	_____	_____	_____
Depreciation	_____	_____	_____	_____
Bad debt expense	_____	_____	_____	_____
Retirement benefits	_____	_____	_____	_____
Refunds	_____	_____	_____	_____
Other	_____	_____	_____	_____
Total operating expenses	_____	_____	_____	_____
OPERATING INCOME (LOSS)	_____	_____	_____	_____
NON-OPERATING REVENUES (EXPENSES)				
Disposal of fixed assets	_____	_____	_____	_____
Federal grants	_____	_____	_____	_____
Interest revenue	_____	_____	_____	_____
Interest expense	_____	_____	_____	_____
Other (specify)	_____	_____	_____	_____
Total non-operating revenue (expenses)	_____	_____	_____	_____
Income (loss) before operating transfers	_____	_____	_____	_____
OPERATING TRANSFERS				
Operating transfers in	_____	_____	_____	_____
Operating transfers out	_____	_____	_____	_____
Total operating transfers	_____	_____	_____	_____
NET INCOME (LOSS)	_____	_____	_____	_____
Retained earnings (deficit) at beginning of year (as restated)	_____	_____	_____	_____
Retained earnings (deficit) at end of year	\$ _____	\$ _____	\$ _____	\$ _____

The accompanying notes are an integral part of this statement.

Statement D

**STATE OF LOUISIANA**  
**SOUTH LAFOURCHE LEVEE COMMISSION/DISTRICT**  
**STATEMENT OF CASH FLOWS**  
For the year ended June 30, 2001

Cash flows from operating activities:

Cash received from customers	\$	_____
Cash payments to suppliers for goods and services		_____
Cash payments to employees for services		_____
Payments in lieu of taxes		_____
Internal activity – payments to other funds		_____
Internal activity – payments from other funds		_____
Claims paid to outsiders		_____
Other operating revenues(expenses)		_____
Net cash provided(used) by operating activities		_____

Cash flows from non-capital financing activities:

Proceeds from sale of bonds		_____
Principal paid on bonds		_____
Interest paid on bond maturities		_____
Proceeds from issuance of notes payable		_____
Repayment of notes payable		_____
Interest paid on notes payable		_____
Operating grants received		_____
Donations received		_____
Operating transfers in – from other funds		_____
Operating transfers out – to other funds		_____
Net cash provided(used) by non-capital financing activities		_____

Cash flows from capital and related financing activities

Proceeds from sale of bonds		_____
Principal paid on bonds		_____
Interest paid on bond maturities		_____
Proceeds from issuance of notes payable		_____
Repayment of notes payable		_____
Interest paid on notes payable		_____
Acquisition/construction of capital assets		_____
Proceeds from sale of capital assets		_____
Capital contributions		_____
Net cash provided(used) by capital and related financing activities		_____

Cash flows from investing activities

Purchase of investment securities		_____
Proceeds from sale of investment securities		_____
Interest and dividends earned on investment securities		_____
Net cash provided(used) by investing activities		_____

Net increase(decrease) in cash and cash equivalent		_____
--	--	-------

Cash and cash equivalents at beginning of year		_____
--	--	-------

Cash and cash equivalents at end of year	\$	_____
--	----	-------

(Continued)

Statement E

### SOUTH LAFOURCHE LEVEE

COMMISSION/DISTRICT

For the year ended June 30, 20 01

Operating income(loss)	\$
------------------------	----

**Depreciation/amortization**

**Changes in assets and liabilities:**

(Increase)decrease in due from other funds

(Increase)decrease in inventories

(Increase)decrease in other assets

Increase(decrease) in accounts payable

Increase(decrease) in accrued payroll and related benefits

Increase(decrease) in annual leave payable

Increase(decrease) in due to other funds

Increase(decrease) in deferred revenues

Increase(decrease) in other liabilities

**Net cash provided(used) by operating activities** **\$**

Borrowing under capital lease

Contributions of fixed assets

Purchases of equipment on account	100	100
-----------------------------------	-----	-----

Asset trade-ins

Other (specify) \_\_\_\_\_

(Concluded)

The accompanying notes are an integral part of this statement.

### Statement E

**STATE OF LOUISIANA**

**SOUTH LAFOURCHE LEVEE ~~COMMISSION~~/DISTRICT**

**Notes to the Financial Statements**

**As of and for the Year Ended June 30, 2001**

**INTRODUCTION**

**South**

The Lafourche Levee ~~Commission~~/District was created by the Louisiana State Legislature under the provisions of Louisiana Revised Statute 38:291. The following is a brief description of the operations of South Lafourche Levee ~~Commission~~/District which includes the parish/parishes in which the Commission/District is located:

**A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**1. Basis of Presentation**

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. The GASB has issued a Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification). This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments. The accompanying financial statements have been prepared in accordance with such principles.

**2. Reporting Entity**

GASB Codification Section 2100 establishes criteria for determining the governmental reporting entity and has defined the governmental reporting entity of the Commission/District to be the State of Louisiana because the state exercises oversight responsibility in that the governor appoints the commissioners, and public service is rendered within the state's boundaries. The accompanying statement presents only transactions of the South Lafourche Levee ~~Commission~~/District, a component unit of the State of Louisiana. Annually the State of Louisiana issues a general purpose financial report which includes the activity contained in the accompanying financial statements. The general purpose financial report is issued by the Louisiana Division of Administration-Office of Statewide Reporting and Accounting Policy and audited by the Louisiana Legislative Auditor.

**3. Fund Accounting**

The accounts of the Commission/District are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. Revenues are accounted for in these individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The funds presented in the accompanying financial statements are described as follows:

**General Fund**

The General Fund is the general operating fund of the South Lafourche Levee ~~Commission~~/District. It is used to account for all financial resources except those required to be accounted for in another fund.

**Special Revenue Funds**

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes



**STATE OF LOUISIANA**

**SOUTH LAFOURCHE LEVEE ~~COMMISSION~~/DISTRICT**

**Notes to the Financial Statements**

**As of and for the Year Ended June 30, 2001**

**Debt Service Fund**

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

**Capital Projects Funds**

Capital Projects Funds are used to account for financial resources to be used for the acquisition, construction, or improvements of major capital facilities other than those not reported in other funds.

**Enterprise Funds**

An Enterprise Fund is used to account for operations (a) that are financed and operated in a manner similar to a private business enterprise - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

**Internal Service Fund**

The Internal Service Fund is used to account for the financing of goods or services provided by one department to other departments or agencies of a government or to other governments, on a cost-reimbursement basis.

**Trust and Agency Funds**

Trust and Agency Funds are used to account for assets held in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. These include Expendable Trust, Nonexpendable Trust, and Agency Funds. Nonexpendable Trust Funds are accounted for in essentially the same manner as proprietary funds since capital maintenance is critical. Expendable Trust Funds are accounted for in essentially the same manner as governmental funds. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

**Account Groups**

The two account groups are not "funds". They are concerned only with the measurement of financial position, not with measurement of results of operations. Account groups are used to establish accounting control and accountability for general fixed assets and general long-term debt.

- a. General Fixed Asset Account Group - Fixed assets used in the governmental fund type operations (general fixed assets) are accounted for in the general fixed assets account group, rather than in the governmental funds.
- b. General Long-Term Debt Account Group - Obligations such as compensated absences payable expected to be financed from governmental funds are accounted for in the general long-term debt account group, not in the governmental funds.

**4. Basis of Accounting**

Basis of accounting refers to when revenues and expenditures, or expenses as appropriate, are recognized and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. The records are maintained on the ~~modified accrual~~ basis of accounting utilizing the following practices in recording revenues and expenditures:



STATE OF LOUISIANA

SOUTH LAFOURCHE LEVEE ~~COMMISSION~~ COMMISSION/DISTRICT

Notes to the Financial Statements

As of and for the Year Ended June 30, , 2001

Revenues - (This space should be used to describe when various revenues are reported and what recognition criteria are used).

Advalorem taxes are recorded when received. Substantially all other revenues are recorded when they become available and measurable.

Expenditures - (This space should be used to describe how expenditures are generally recognized).

Are recognized when incurred if measurable. Principal and interest on long-term debt is recognized when resources have been accumulated in the

5. Encumbrances debt service fund for payment early in the following year.

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the General Fund, Special Revenue Funds and Capital Projects Funds. Encumbrances outstanding at year end are reported as reservations of fund balances since they do not constitute expenditures or liabilities.

6. Total Columns on Combined Statements

Total columns on the combined statements are captioned Memorandum Only to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position or results of operations in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation.

B. BUDGETARY PRACTICES

South

The LaFourche Levee ~~Commission~~ District utilizes the following budgetary practices:

The Commission/District prepares its budget in accordance with Louisiana Revised Statute 38:318.

The budget is prepared on a ~~Modified~~ Accrual basis for the General Fund and on a

Accrual basis for the CPF & DSF fund. The budget for the fiscal year ended

6/30/01 (last day of your fiscal year) was adopted on 3/12/00, and

subsequent amendments were adopted on 6/11/01, and

Formal budget integration is employed as a management control device during the year for the

General Fund and the CPF & DSF funds. The Debt Service Fund is not

budgeted; however, operating transfers relating to debt service are budgeted in the General Fund. All

appropriations lapse at year-end, and any encumbrances outstanding at year-end in the governmental

funds are included in the next year's budget with funds appropriated in that year to finance them.

(This note applies only if agency has combining fund statements).

The following individual funds had actual expenditures over adopted budgeted expenditures for the year ended \_\_\_\_\_ (last day of your fiscal year):

<u>Fund</u>	<u>Fund Type</u>	<u>Ending Fund Balance (Deficit)</u>
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

**STATE OF LOUISIANA**

**SOUTH LAFOURCHE LEVEE ~~COMMISSION~~/DISTRICT**

**Notes to the Financial Statements**

**For the Year Ended June 30, , 2001**

**C. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS** (If all agency cash and investments are deposited in the State Treasury, disregard Note C.)

**1. DEPOSITS WITH FINANCIAL INSTITUTIONS**

For reporting purposes, deposits with financial institutions include savings, demand deposits, time deposits, and certificates of deposit. Under state law the ~~South LaFourche Levee Commission~~ District may deposit funds within a fiscal agent bank selected and designated by the Interim Emergency Board.

Further, the Commission/District may invest in time certificates of deposit of state banks organized under the laws of Louisiana, national banks having their principal office in the state of Louisiana, in savings accounts or shares of savings and loan associations and savings banks and in share accounts and share certificate accounts of federally or state chartered credit unions.

For the purpose of the Statement of Cash Flows, all highly liquid investments (including restricted assets with a maturity of three months or less when purchased) are considered to be cash equivalents.

Deposits in bank accounts are stated at cost, which approximates market. Under state law these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These pledged securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the State Treasurer. The deposits at June 30 , 2001 , were secured as follows:

	Deposits in bank accounts			Total
	Cash	Certificates of Deposit	Other (Describe)	
Deposits in bank accounts per balance sheet	\$ <u>437,505</u>	\$ <u>2,245,000</u>	\$ _____	\$ <u>2,682,505</u>
Bank balances:				
1. Insured or collateralized with securities held by the entity or its agency <u>in the entity's name</u>	<u>471,831</u>	<u>2,245,000</u>	_____	<u>2,716,831</u>
2. Collateralized with securities held by the pledging institution's trust department or agent <u>in the entity's name</u>	_____	_____	_____	_____
3. Uncollateralized, including any securities held for the entity <u>but not in entity's name</u>	_____	_____	_____	_____
Total bank balances	\$ <u>471,831</u>	\$ <u>2,245,000</u>	\$ _____	\$ <u>2,716,831</u>

NOTE: The "Total Bank Balances" will not necessarily equal the "Deposits in Bank Account per Balance Sheet".

The following is a breakdown by banking institution, program, account number, and amount of the balances shown above:

STATE OF LOUISIANA

SOUTH LAFOURCHE LEVEE ~~COMMISSION~~ COMMISSION/DISTRICT

Notes to the Financial Statements

For the Year Ended June 30, , 2001

	<u>Banking institution</u>	<u>Program</u>	<u>Amount</u>
1.	<u>Various Banks</u>		\$ <u>2,418,935</u>
2.	<u>State Treasury</u>		<u>263,570</u>
3.			
4.			
Total			\$ <u>2,682,505</u>

Were uncollateralized securities fitting the description in (3) above during the year significantly greater than at June 30, 2001 (last day of your fiscal year)? If yes, attach a statement listing the amount(s) and a reason for this occurrence. n/a

Cash in State Treasury and petty cash are not required to be reported in the note disclosure. However, to aid in reconciling amounts reported on the balance sheet to amounts reported in this note, list below any cash in treasury and petty cash that are included in the balance sheet.

Cash in State Treasury	\$ <u>263,570</u>
Petty cash	\$ <u></u>

2. INVESTMENTS

Upon implementation of GASB Statement 31, reported amount and fair value will often be the same number.

N/A The South Lafourche Levee ~~Commission~~ Commission/District does (does not) maintain investment accounts as authorized by  (Note legal provisions authorizing investments by Commission/District).

Investments can be classified according to the level of risk to the entity. Using the following categories, list each type of investment disclosing the carrying amount, market value, and applicable category of risk.

Category 1 - Insured or registered in the entity's name, or securities held by the entity or its agent in the entity's name.

Category 2 - Uninsured and unregistered with securities held by the counterparty's trust department or agent in the entity's name.

Category 3 - Unsecured and unregistered with securities held by the counterparty, or by its trust department or agent but not in the entity's name.

Certain types of investments cannot appropriately be categorized. These are to be listed separately at the end of the schedule in the space provided.

STATE OF LOUISIANA  
SOUTH LAFOURCHE LEVEE COMMISSION/DISTRICT  
Notes to the Financial Statements  
For the Year Ended June 30, 2001

Type of Investment	Category of Risk			Reported Amount	Fair Value
	<u>1</u>	<u>2</u>	<u>3</u>		
Repurchase agreements	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
U.S. Government securities	_____	_____	_____	_____	_____
Common & preferred stock	_____	_____	_____	_____	_____
Commercial paper	_____	_____	_____	_____	_____
Corporate bonds	_____	_____	_____	_____	_____
Other: (identify)	_____	_____	_____	_____	_____
	_____	_____	_____	_____	_____
	_____	_____	_____	_____	_____
Total categorized investments	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
Investments not categorized: (list separately)				_____	_____
				_____	_____
				_____	_____
				_____	_____
				_____	_____
				_____	_____
Total Investments				\$ _____	\$ _____

3. Other Disclosures Required for Investments

- a. Investments in pools managed by other governments or mutual funds \_\_\_\_\_
- b. Securities underlying reverse repurchase agreements \_\_\_\_\_
- c. Unrealized investment losses \_\_\_\_\_
- d. Commitments as of \_\_\_\_\_ (fiscal close), to resell securities under yield maintenance repurchase agreements:
  1. Carrying amount and market value at June 30 of securities to be resold \_\_\_\_\_
  2. Description of the terms of the agreement \_\_\_\_\_
- e. Investment types owned during the year but not owned as of June 30 \_\_\_\_\_
- f. Losses during the year due to default by counterparties to deposit or investment transactions \_\_\_\_\_



STATE OF LOUISIANA  
~~SOUTH LAFOURCHE LEVEE COMMISSION~~ DISTRICT  
Notes to the Financial Statements  
For the Year Ended June 30, 2001

- g. Amounts recovered from prior-period losses which are not shown separately on the balance sheet \_\_\_\_\_

Legal or Contractual Provisions for Reverse Repurchase Agreements

- h. Source of legal or contractual authorization for use of reverse repurchase agreements \_\_\_\_\_
- i. Significant violations of legal or contractual provisions for reverse repurchase agreements that occurred during the year \_\_\_\_\_

Reverse Repurchase Agreements as of the Balance Sheet Date

- j. Credit risk related to the reverse repurchase agreements outstanding at balance sheet date, that is, the aggregate amount of reverse repurchase agreement obligations including accrued interest compared to aggregate market value of the securities underlying those agreements including interest \_\_\_\_\_
- k. Commitments on \_\_\_\_\_ (fiscal close), to repurchase securities under yield maintenance agreements \_\_\_\_\_
- l. Market value on \_\_\_\_\_ (fiscal close), of the securities to be repurchased \_\_\_\_\_
- m. Description of the terms of the agreements to repurchase \_\_\_\_\_
- n. Losses recognized during the year due to default by counterparties to reverse repurchase agreements \_\_\_\_\_
- o. Amounts recovered from prior-period losses which are not separately shown on the operating statement \_\_\_\_\_

Fair Value Disclosures

- p. Methods and significant assumptions used to estimate fair value of investments, if fair value is not based on quoted market prices \_\_\_\_\_
- q. Basis for determining which investments, if any, are reported at amortized cost \_\_\_\_\_
- r. For investments in external investment pools that are not SEC-registered, a brief description of any regulatory oversight for the pool \_\_\_\_\_



**STATE OF LOUISIANA**

**SOUTH LAFOURCHE LEVEE COMMISSION/DISTRICT**

**Notes to the Financial Statements**

**For the Year Ended June 30, 2001**

- s. Whether the fair value of your investment in the external investment pool is the same as the value of the pool shares \_\_\_\_\_
- t. Any involuntary participation in an external investment pool \_\_\_\_\_
- u. Whether you are unable to obtain information from a pool sponsor to determine the fair value of your investment in the pool, methods used and significant assumptions made in determining that fair value and the reasons for having had to make such an estimate \_\_\_\_\_
- v. Any income from investments associated with one fund that is assigned to another fund \_\_\_\_\_

**D. RECEIVABLES**

At June 30, 2001 (last day of fiscal year end), the commission/district had net receivable balances, totaling \$\_\_\_\_\_, as follows:

Class of Receivable	Governmental Funds				Proprietary	Total
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	
Grants:						
State	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
Federal	_____	_____	_____	_____	_____	_____
Ad valorem taxes	<u>3,216</u>	_____	_____	_____	_____	_____
Rents, leases, and other	<u>73,487</u>	_____	_____	_____	_____	_____
Interest receivable	<u>24,247</u>	_____	_____	_____	_____	_____
Less allowance for doubtful accounts	( _____ )	( _____ )	( _____ )	( _____ )	( _____ )	( _____ )
Total receivables, net	<u>\$100,950</u>	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____

**E. DUE TO/DUE FROM AND TRANSFERS**

1. List by fund type the amounts due from other funds detailed by individual fund at your fiscal year end: **N/A**

Type of Fund	Name of Fund	Amount
_____	_____	\$ _____
_____	_____	_____
_____	_____	_____
Total due from other funds		\$ _____

**STATE OF LOUISIANA**

**SOUTH LAFOURCHE LEVEE COMMISSION/DISTRICT**

**Notes to the Financial Statements**

**For the Year Ended June 30, 2001**

2. List by fund type the amounts due to other funds detailed by individual fund at fiscal year end:

<u>Type of Fund</u>	<u>Name of Fund</u>	<u>Amount</u>
		\$
Total due to other funds		\$

3. List by fund type all transfers from other funds for the fiscal year:

<u>Type of Fund</u>	<u>Name of Fund</u>	<u>Amount</u>
<u>Governmental</u>	<u>General Fund</u>	\$ <u>521,169</u>
<u>Governmental</u>	<u>General Fund</u>	<u>198,490</u>
Total transfer from other funds		\$ <u>719,659</u>

4. List by fund all transfers to other funds for the fiscal year:

<u>Type of Fund</u>	<u>Name of Fund</u>	<u>Amount</u>
<u>Governmental</u>	<u>Capital Projects Fund</u>	\$ <u>521,169</u>
<u>Governmental</u>	<u>Debt Service Fund</u>	<u>198,490</u>
Total transfers to other funds		\$ <u>719,659</u>

**F. GENERAL FIXED ASSETS**

Fixed assets used in the governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. Public domain or infrastructure are not (are) capitalized. No depreciation has been provided on general fixed assets. All fixed assets are valued at historical cost or estimated historical cost. (If historical cost is not available, describe alternate method of valuation and disclose the extent which fixed assets have been estimated.)

A summary of changes in general fixed assets follows:

	<u>Balance at (beginning)</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at (ending)</u>
Land	\$ <u>132,588</u>	\$	\$	\$ <u>132,588</u>
Buildings	<u>203,486</u>			<u>203,486</u>
Equipment	<u>509,252</u>	<u>184,384</u>	<u>294,590</u>	<u>399,046</u>
Pump Stations	<u>18,423,044</u>			<u>18,423,044</u>
Construction in progress				
Total	\$ <u>19,268,370</u>	\$ <u>184,384</u>	\$ <u>294,590</u>	\$ <u>19,158,164</u>

(NOTE: Per Office of Statewide Reporting and Accounting Policy (OSRAP) policy, infrastructure should be disclosed in the notes but not reflected on the financial statement.)

STATE OF LOUISIANA  
SOUTH LAFOURCHE LEVEE COMMISSION/DISTRICT  
**Notes to the Financial Statements**  
For the Year Ended June 30, , 2001

**G. INVENTORIES**

Governmental fund inventories of the Commission/District are recorded at cost and recognized as an expenditure when purchased. Inventories at year end are equally offset by a reservation of fund balance.

N/A

**H. RESTRICTED ASSETS**

Restricted assets in the Commission/District \_\_\_\_\_ Fund at \_\_\_\_\_ (fiscal year end), reflected at \$ \_\_\_\_\_ on Statement A, consist of \$ \_\_\_\_\_ in cash with fiscal agent, \$ \_\_\_\_\_ in receivables and \$ \_\_\_\_\_ investment in \_\_\_\_\_ (identify the type investments held.)

**I. PAYABLES**

1. At 6/30/01 (last day of fiscal year), the commission/district had payables totaling \$ 43,395, as follows:

Class of payable:	Governmental Funds				Proprietary	Total
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	
Account payable	\$ <u>23,501</u>	\$ _____	\$ <u>250</u>	\$ <u>13,261</u>	\$ _____	\$ <u>37,012</u>
Taxes payable	_____	_____	_____	_____	_____	_____
Salaries payable	_____	_____	_____	_____	_____	_____
Payroll deductions payable	<u>6,383</u>	_____	_____	_____	_____	<u>6,383</u>
Other payables: (identify)	_____	_____	_____	_____	_____	_____
	_____	_____	_____	_____	_____	_____
	_____	_____	_____	_____	_____	_____
	_____	_____	_____	_____	_____	_____
	_____	_____	_____	_____	_____	_____
Total payables	\$ <u>29,884</u>	\$ _____	\$ <u>250</u>	\$ <u>13,261</u>	\$ _____	\$ <u>43,395</u>

**J. LEAVE**

**1. COMPENSATED ABSENCES**

**South**

The Lafourche Levee Commission/District has the following policy on annual and sick leave:  
(Describe leave policy.)

Employees accumulate annual and sick leave at various rates based on their years of service. The amount of annual and sick leave that may be accumulated by each employee is unlimited. Upon termination, an employee is compensated for up to 300 hours of unused annual leave at the employee's hourly rate of pay. Upon retirement, unused annual leave in excess of 300 hours plus unused sick leave is considered in computing the years of service for retirement benefit purposes.



STATE OF LOUISIANA

SOUTH LAFOURCHE LEVEE COMMISSION/DISTRICT

Notes to the Financial Statements

For the Year Ended June 30, 2001

Employees earn and accumulate annual and sick leave at various rates depending on their years of service. The amount of annual and sick leave that may be accumulated by each employee is unlimited. Upon termination, employees or their heirs are compensated for up to 300 hours of unused annual leave at the employee's hourly rate of pay at the time of termination. Upon retirement, unused annual leave in excess of 300 hours plus unused sick leave is used to compute retirement benefits.

The cost of leave privileges, computed in accordance with GASB Codification Section C60, is recognized as a current year expenditure in the General Fund when leave is actually taken; it is recognized in the enterprise funds when the leave is earned. The cost of leave privileges applicable to general government operations not requiring current resources is recorded in the general long-term obligations account group.

2. COMPENSATORY LEAVE

Employees who are considered having non-exempt status according to the guidelines contained in the Fair Labor Standards Act may be paid for compensatory leave earned (K-time). Upon termination or transfer an employee will be paid for any time and one-half compensatory leave earned and may or may not be paid for any straight hour-for-hour compensatory leave earned. Compensation paid will be based on the employees' hourly rate of pay at termination or transfer. The liability for accrued payable compensatory leave at June 30, 2001 (fiscal close) computed in accordance with the Codification of Governmental Accounting and Financial Reporting Standards, Section C60.105 is estimated to be \$59,348. The leave payable (is) ~~is not~~ recorded in the accompanying financial statements.

K. RETIREMENT SYSTEM

Substantially all of the employees of the Commission/District are members of the La State Employees Retirement System (System), a cost sharing multiple-employer, defined benefit pension plan. The System is a statewide public employee retirement system (PERS) for the benefit of state employees, which is administered and controlled by a separate board of trustees.

All full-time Commission/District employees are eligible to participate in the System. Benefits vest with 10 years of service. At retirement age, employees are entitled to annual benefits equal to \$300 plus 2.5% of their highest consecutive 36 months' average salary multiplied by their years of credited service.

Vested employees are entitled to a retirement benefit, payable monthly for life at (a) any age with 30 years of service, (b) age 55 with 25 years of service, or (c) age 60 with 10 years of service. In addition, vested employees have the option of reduced benefits at any age with 20 years of service. The System also provides death and disability benefits. Benefits are established or amended by state statute. The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the State Employees Retirement System, Post Office Box 44213, Baton Rouge, Louisiana 70804-4213, or by calling (225) 922-0608 or (800) 256-3000.

Members are required by state statute to contribute 7.5% of gross salary, and the Commission/District is required to contribute at an actuarially determined rate as required by R.S. 11:102. The contribution rate for the fiscal year ended June 30, 2000, decreased to 12.4% of annual covered payroll from the 13.0% and 12.4% required in fiscal years ended June 30, 1999 and 1998, respectively. The Commission/District contributions to the System for the years ending June 30, ~~2000, 1999, and 1998~~, were \$30,952, \$26,426, and \$26,102, respectively, equal to the required contributions for each year.

2000  
1999

STATE OF LOUISIANA  
SOUTH LAFOURCHE LEVEE COMMISSION/DISTRICT  
Notes to the Financial Statements  
For the Year Ended June 30, 2001

**L. POST RETIREMENT HEALTH CARE AND LIFE INSURANCE BENEFITS**

GASB 12 requires the following disclosures about an employer's accounting for post retirement health care and life insurance benefits:

1. A description of the benefits provided and the employee group covered.
2. A description of the accounting and funding policies followed for those benefits.
3. The cost of those benefits recognized for the period, unless the costs are not readily determinable.\*\*
4. The effect of significant matters affecting the comparability of the costs recognized for all periods presented.

\*\*If the cost of any post retirement health care or life insurance benefits cannot readily be separated from the cost of providing such benefits for active employees or otherwise be reasonably approximated, the total cost of providing those benefits to active employees and retirees, as well as the number of active employees and the number of retirees covered by the plan must be disclosed.

Substantially all Commission/District employees become eligible for post employment health care, dental and life insurance benefits if they reach normal retirement age while working for the Commission/District. These benefits for retirees and similar benefits for active employees are provided through an insurance company whose premiums are paid jointly by the employee and the Commission/District. For 2000, the cost of providing those benefits for the 0 retirees totaled \$ 0.

The South Lafourche Levee Commission/District provides certain continuing health care and life insurance benefits for its retired employees. Substantially all Commission/District employees become eligible for those benefits if they reach normal retirement age while working for the commission/district. Those benefits for retirees and similar benefits for active employees are provided through an insurance company whose monthly premiums are paid jointly by the employee and by the Commission/District. The Commission/District recognizes the cost of providing these benefits (commission/district's portion of premiums) as an expenditure when paid during the year, which was \$ 46,788 for the year ended June 30, 2001. The cost of providing those benefits for 0 retirees is not separable from the cost of providing benefits for the eleven active employees. (or, The Commission/District's cost of providing retiree health care and life insurance benefits are recognized as expenditures when the monthly premiums are paid. For the year ended June 30, 2001 the costs of 0 retiree benefits totaled \$ 0). The cost of active employee benefits for the year ended June 30, 2001 totaled \$46,788.

**M. LEASES**

1. OPERATING LEASES N/A

The total payments for operating leases during fiscal year \_\_\_\_\_ amounted to \$ \_\_\_\_\_. A schedule of payments for operating leases follows:

Nature of lease	FY2002	FY2003	FY2004	FY2005	FY2006	There- after
	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
	_____	_____	_____	_____	_____	_____
	_____	_____	_____	_____	_____	_____
	_____	_____	_____	_____	_____	_____
	_____	_____	_____	_____	_____	_____
Total	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____



**STATE OF LOUISIANA**

**SOUTH LAFOURCHE LEVEE ~~COMMISSION/DISTRICT~~**

**Notes to the Financial Statements**

**For the Year Ended June 30, 2001**

**2. CAPITAL LEASES**

**N/A**

Capital leases are (are not) recognized in the accompanying financial statements. The amounts to be accrued for capital leases and the disclosures required for capital and operating leases by National Council on Governmental Accounting (NCGA) Statement No. 5, as adopted by the Governmental Accounting Standards Board, and FASB 13 should be reported on the following schedules:

Capital leases are defined as an arrangement in which any one of the following conditions apply: (1) ownership transfers by the end of the lease, (2) the lease contains a bargain purchase option, (3) the lease term is 75% of the asset life or, (4) the discounted minimum lease payments are 90% of the fair market value of the asset.

<u>Nature of lease</u>	<u>Date of lease</u>	<u>Last payment date</u>	<u>Remaining interest to end of lease</u>	<u>Remaining principal to end of lease</u>	<u>Fund that pays lease</u>
a. Office space	_____	_____	_____	_____	_____
b. Equipment	_____	_____	_____	_____	_____
c. Land	_____	_____	_____	_____	_____
Total			\$ _____	\$ _____	

The following is a schedule by years of future minimum lease payments under capital leases together with the present value of the net minimum lease payments as of (last day of your fiscal year) and a breakdown of yearly principal and interest:

<u>Year ending June 30,:</u>	<u>Total</u>
2002	\$ _____
2003	_____
2004	_____
2005	_____
2006	_____
Thereafter	_____
Total minimum lease payments	_____
Less amounts representing executory costs	( _____ )
Net minimum lease payments	_____
Less amounts representing interest	( _____ )
Present value of net minimum lease payments	\$ _____

**3. LESSOR DIRECT FINANCING LEASES**

**N/A**

A lease is classified as a direct financing lease (1) when any one of the four capitalization criteria used to define a capital lease for the lessee is met and (2) when both the following criteria are satisfied:

- Collectibility of the minimum lease payments is reasonably predictable.

**STATE OF LOUISIANA**  
**SOUTH LAFOURCHE LEVEE ~~COMMISSION~~/DISTRICT**  
**Notes to the Financial Statements**  
**For the Year Ended June 30, , 2001**

- No important uncertainties surround the amount of the unreimbursable costs yet to be incurred by the lessor under the lease.

Provide a general description of the direct financing agreement, and complete the chart below:

<u>Composition of lease</u>	<u>Date of lease</u>	<u>Minimum lease payment receivable</u>
a. Office space	_____	\$ _____
b. Equipment	_____	_____
c. Land	_____	_____
Less amounts representing executory costs		( _____ )
Minimum lease payment receivable		_____
Less allowance for doubtful accounts		( _____ )
Net minimum lease payments receivable		_____
Less unearned income		( _____ )
Net investment in direct financing lease		\$ _____

Minimum lease payments do not include contingent rentals which may be received as stipulated in the lease contracts. Contingent rental payments occur if for example the use of the equipment, land, or building etc., exceeds a certain level of activity each year. Contingent rentals received for fiscal year 2001 were \$\_\_\_\_\_ for office space, \$\_\_\_\_\_ for equipment, and \$\_\_\_\_\_ for land.

The following is a schedule by year of minimum lease receivable for the five succeeding fiscal years as of \_\_\_\_\_ (the last day of your fiscal year):

Year ending _____ :	
2002	\$ _____
2003	_____
2004	_____
2005	_____
2006	_____
Thereafter	_____
Total	\$ _____

#### 4. LESSOR – OPERATING LEASE

When a lease agreement does not satisfy at least one of the four criteria (common to both lessee and lessor accounting), and both of the criteria for a lessor (collectibility and no uncertain reimbursable costs), the lease is classified as an operating lease. In an operating lease, there is no simulated sale and the lessor simply records rent revenues as they become measurable and available.

**STATE OF LOUISIANA**  
**SOUTH LAFOURCHE LEVEE ~~COMMISSION~~/DISTRICT**  
**Notes to the Financial Statements**  
**For the Year Ended June 30,, 2001**

Provide the cost and carrying amount, if different, of property on lease or held for lease organized by major class of property and the amount of accumulated depreciation (optional for Governmental Funds) as of            20    :

	<u>Cost</u>	<u>Accumulated depreciation</u>	<u>Carrying amount</u>
a. Office space	\$ <u>                    </u>	\$ <u>                    </u>	\$ <u>                    </u>
b. Equipment	<u>                    </u>	<u>                    </u>	<u>                    </u>
c. Land	<u>                    </u>	N/A	<u>                    </u>
Totals	\$ <u>                    </u>	\$ <u>                    </u>	\$ <u>                    </u>

The following is a schedule by years of minimum future rentals on noncancellable operating lease(s) as of                      (the last day of your fiscal year):

<u>Nature of lease</u>	<u>FY2002</u>	<u>FY2003</u>	<u>FY2004</u>	<u>FY2005</u>	<u>FY2006</u>	<u>There-after</u>
a. Office space	\$ <u>                    </u>	\$ <u>                    </u>	\$ <u>                    </u>	\$ <u>                    </u>	\$ <u>                    </u>	\$ <u>                    </u>
b. Equipment	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
c. Land	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
d. Other	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total minimum future rentals	\$ <u>                    </u>	\$ <u>                    </u>	\$ <u>                    </u>	\$ <u>                    </u>	\$ <u>                    </u>	\$ <u>                    </u>

Contingent rentals received from operating leases received for your fiscal year was \$                      for office space, \$                      for equipment, and \$                      for land.

**N. GENERAL LONG-TERM OBLIGATIONS**

The following is a summary of the long-term obligation transactions for 6/30/01 (your fiscal year):

Long term obligations payable at <u>July 1</u> , 2000	\$ <u>902,122</u>
Additions	<u>12,226</u>
Retirements	<u>150,000</u>
Long term obligations payable at <u>June 30,</u> , 2001	\$ <u>764,348</u>

(Describe in detail the long-term obligations outstanding at fiscal year end).

Compensated Absences	\$ <u>59,348</u>
Bonds Payable	<u>705,000</u>
	\$ <u>764,348</u>

**SOUTH LAFOURCHE LEVEE COMMISSION/DISTRICT**  
**Notes to the Financial Statements**  
**For the Year Ended JUNE 30, 2001**

1. The Levee Commission/District is a defendant in litigation seeking damages as follows:

The Levee Commission/District's legal advisor estimates that potential claims not covered by insurance would affect the financial statement as follows (would not materially affect the financial statements or is unable to estimate the effect on the financial statement):

- ## P. RELATED PARTY TRANSACTIONS

(FASB 57 requires disclosure of the description of the relationship, the transaction(s), the dollar amount of the transaction(s) and any amounts due to or from which result from related party transactions. List all related party transactions).

N/A

Accounting changes made during the year involved a change in accounting \_\_\_\_\_  
(principle, estimate, error or entity). The effect of the change is being shown in \_\_\_\_\_.

**STATE OF LOUISIANA**

**SOUTH LAFOURCHE LEVEE COMMISSION/DISTRICT**

**Notes to the Financial Statements**

**For the Year Ended June 30, 2001**

**R. FUND DEFICITS**

**N/A**

The following individual funds had deficits in unreserved fund balance at (the last day of your fiscal year) :

<u>Fund</u>	<u>Deficit Amount</u>
_____	\$ _____
_____	_____
_____	_____
_____	\$ _____
_____	_____

(Give management's response for elimination of the deficits).

**S. FUND BALANCE/RETAINED EARNINGS DISCLOSURES**

The following is a breakdown of reserves and designations. Reservations of fund balance/retained earnings represent amounts either legally restricted to a specific future use or not available for appropriation or expenditures. Designations represent tentative management plans.

	<u>General Fund</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Enterprise</u>	<u>Fiduciary</u>
Reserved for:						
<b>Debt Service</b>	\$ _____	\$ _____	\$ <b>21,958</b>	\$ _____	\$ _____	\$ _____
_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____
<b>Total reservations</b>	\$ _____	\$ _____	\$ <b>21,958</b>	\$ _____	\$ _____	\$ _____
Designated for:						
_____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____
<b>Total Designations</b>	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____



STATE OF LOUISIANA  
SOUTH LAFOURCHE LEVEE ~~COMMISSION~~/DISTRICT  
Notes to the Financial Statements  
For the Year Ended June 30, 2001

T. IN-KIND CONTRIBUTIONS

N/A

(List all in-kind contributions that are not included in the accompanying financial statements.)

<u>In-Kind Contributions</u>	<u>Cost/Estimated Cost/Fair Market Value/As Determined by the Grantor</u>
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
TOTAL	_____

U. CONTRIBUTED CAPITAL

N/A

The following presents all changes that affected contributed capital during the fiscal year.

Balance at _____ (prior fiscal year end)	\$ _____
Additions (Itemize):	
_____	_____
_____	_____
Deductions (itemize):	
_____	_____
_____	_____
Balance at _____ (current fiscal year end)	\$ _____

V. DEFEASED ISSUES

N/A

In \_\_\_\_\_, the \_\_\_\_\_ commission/district, Issued \$ \_\_\_\_\_ of taxable bonds. The purpose of the issue was to provide monies to advance refund portions of \_\_\_\_\_ bonds. In order to refund the bonds, portions of the proceeds of the new issue \$ \_\_\_\_\_, plus an additional \$ \_\_\_\_\_ of sinking fund monies together with certain other funds and/or securities, were deposited and held in an escrow fund created pursuant to an escrow deposit agreement dated \_\_\_\_\_ between the commission/district and the escrow trustee. The amount in the escrow, together with interest earnings, will be used to pay the principal, redemption premium, and interest when due. The refunding resulted in reducing the total debt service payments by almost \$ \_\_\_\_\_ and gave the commission/district an economic gain (difference between the present values of the debt service payments on the old and new debt of \$ \_\_\_\_\_).

STATE OF LOUISIANA  
 SOUTH LAFOURCHE LEVEE COMMISSION/DISTRICT  
 Notes to the Financial Statements  
 For the Year Ended June 30, 2001

W. COOPERATIVE ENDEAVORS

N/A

LRS 33:9022 defines cooperative endeavors as any form of economic development assistance between and among the state of Louisiana, its local governmental subdivisions, political corporations, public benefit corporations, the United States government or its agencies, or any public or private association, corporation, or individual. The term cooperative endeavor includes cooperative financing, cooperative development, or any form of cooperative economic development activity. The state of Louisiana has entered into cooperative endeavor agreements with certain entities aimed at developing the economy of the state. The liability outstanding as of June 30, 2001, by funding source, is as follows:

<u>Funding Source</u>	<u>Balance</u> <u>June 30, 2001</u>
State General Fund	\$ _____
Self-generated revenue	_____
Statutorily dedicated revenue	_____
General obligation bonds	_____
Federal funds	_____
Interagency transfers	_____
Other funds/combination	_____

NOTE: Amounts in excess of contract limits cannot be used to reduce the outstanding contract balance at June 30, 2001. For example, if a contract specifies a percentage of usage for each month (25%) and usage exceeds that percentage (75%), you cannot claim actual usage that exceeds contract requirements (50%).

NOTE: In order to compute your ending balances by funding source, you should begin with your balances at June 30, 2000. These amounts will be increased by amounts for new contracts and amendments and decreased for payments as well as for liquidations.

X. GOVERNMENT-MANDATED NONEXCHANGE TRANSACTIONS (GRANTS) N/A

The following government-mandated nonexchange transactions (grants) were received during fiscal year 2000-2001:

<u>CFDA</u> <u>Number</u>	<u>Program name</u>	<u>State Match</u> <u>Percentage</u>	<u>Total Amount of</u> <u>Grant</u>
		%	\$
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
<b>Total government-mandated nonexchange transactions (grants)</b>			

**STATE OF LOUISIANA**

**SOUTH LAFOURCHE LEVEE ~~COMMISSION~~ COMMISSION/DISTRICT**

**Notes to the Financial Statements**

**For the Year Ended June 30, 2001**

**Y. SUBSEQUENT EVENTS**

**N/A**

(Disclose any material event(s) affecting the Commission/District occurring between the close of the fiscal period and issuance of the financial statement)

**STATE OF LOUISIANA**  
**SOUTH LAFOURCHE LEVEE ~~COMMISSION~~/ DISTRICT**  
**SCHEDULE OF PER DIEM PAID TO BOARD MEMBERS**  
**For the Year Ended June 30, 2001**  
**(Fiscal Close)**

Name	Amount
Ronald Callais	\$ 1,875
Ernest J. Gremillion	1,050
Edles J. Williams	900
Russell Bruce	825
Ernest Richoux, Jr.	600
Monty Vegas	1,050
Lula Auenson	900
Joseph P. Leonard, III	1,275
Roy Gisclair	1,125
Total	\$ 9,600

## SCHEDULE 1



STATE OF LOUISIANA  
SOUTH LAFOURCHE LEVEE COMMISSION/DISTRICT  
 SCHEDULE OF STATE FUNDING  
 For the Year Ended June 30, 2001  
 (Fiscal Close)

	<u>Description of Funding</u>	<u>Amount</u>
1.	<u>Revenue Sharing</u>	\$ <u>48,752</u>
2.	<u>State General Fund</u>	<u>18,831</u>
3.		
4.		
5.		
6.		
7.		
8.		
9.		
10.		
	Total	\$ <u>67,583</u>

STATE OF LOUISIANA  
SOUTH LAFOURCHE LEVEE COMMISSION/DISTRICT  
SCHEDULE OF EXPENDITURES BY OBJECT  
For the Year Ended June 30, 2001  
(Fiscal Close)

	<u>Amount</u>
Personal services	\$ <u>373,055</u>
Travel	<u>6,784</u>
Operating services	<u>259,276</u>
Supplies	<u>31,980</u>
Professional services	<u>23,168</u>
Other charges	<u>47,866</u>
Capital outlay	<u>675,610</u>
Interagency transfer	<u>203,065</u>
Debt service	<u></u>
Total	\$ <u>1,620,804</u>

SCHEDULE 3

STATE OF LOUISIANA

**SOUTH LAFOURCHE LEVEE ~~COMMISSION~~ DISTRICT**  
**SEGMENT INFORMATION**  
**FOR THE YEAR ENDED June 30, 2001**  
**(Fiscal Close)**

<u>Account</u>	<u>Amount</u>
Operating revenues	\$ <u>1,866,706</u>
Depreciation, depletion, and amortization expense	
Operating income(loss)	<u>245,902</u>
Operating grants, entitlements, and shared revenues	
Operating transfers:	
In	<u>719,659</u>
Out	<u>( 719,659)</u>
Tax revenues	
Net income(loss)	<u>245,902</u>
Current capital:	
Contributions	
Transfers	
Property, plant, and equipment:	
Additions	<u>184,384</u>
Deletions	<u>294,590</u>
Net working capital	
Total assets	<u>22,709,382</u>
Bonds and other long-term liabilities:	
Payable from operating revenues	<u>705,000</u>
Payable from other sources	
Total equity	\$ <u>21,901,639</u>

Dept/Commission/District South Lafourche Levee

Budget Schedule No. \_\_\_\_\_

Reconciliation  
Schedule 1 and Schedule 8  
Fiscal Year Ended 6/30/01

Total Federal Expenditures per Schedule 8	<u>N/A - See Attached Statement</u>	
Plus: Current Year 13th Period Expenditures (7/1/0X - 8/14/0X)		<u>0.00</u>
Less: Current Year Indirect Cost not recorded in AFS Org		
Prior Year 13th Period Expenditures (7/1/0X - 8/14/0X)		
Prior Year Indirect Cost Reported on CY Schedule 8 (7/1/0X - 8/14/0X)		<u>0.00</u>
Total ISIS Expenditures at 8/14 Current Year		<u>0.00</u>
Other Reconciling Items(s) *** (Describe)		<u>0.00</u>
Total Revenue per Schedule 1, Col. V line 4		<u><u>\$0.00</u></u>

\*\*\* Other Reconciling Items will be specific to your agency

Preparer: Aldon G. Wahl, Jr.

Phone Number: (985) 693-7755



## Schedule 8

Department/Commission/District South Lafourche Levee

Budget Schedule No. \_\_\_\_\_

Preparer:

Aldon G. Wahl, Jr.

Phone Number:

(985) 693-7755

Cash Basis

Schedule of Expenditures of Federal Awards

EIN Number:

For the Year Ended June 30, 2001

NOTE: If other than cash basis,

please attach description of basis used.

(list all EIN numbers covered in this schedule;  
attach if necessary)

Federal Grantor	Pass-Through Entity	Program Name/Title and Cluster Name	CFDA or Other Identifying No.	Pass-through Entity's		Project Name	Award Number	Award Period	Cash Disbursements	Receipts/ Issues	Total
				Number	Number						

Direct Awards:

N/A - See Attached Statement

Total

Awards from a Pass-through Entity:Federal Grantor = the federal agency that granted the federal award to you or a pass-through entityPass-Through Entity = the quasi-public agency, local government, other state government, public college or university in another state, et cetera, that provided your agency a federal award to carry out a federal program, if applicableProgram Name/Title and Cluster Name = the program title should come from the CFDA catalog; if not available, the title should be taken from the federal award document; the cluster name should come from these instructions if a program falls within a cluster, see p. 3 of instructionsCFDA or Other Identifying No. = this number should be presented on the federal award document; if a CFDA number is not available, an other identifying number must be provided along with the 2-digit federal agency prefix, i.e., federal award no., etc. (a list of 2-digit federal agency prefixes is attached)Pass-through entity number = identifying number assigned by the pass-through entityProject name = the name of the grant or project as identified in your accounting records; if the project name is the same as the program, enter SAMEAward ID = the grant, contract, etc., number that was assigned by the Federal grantor; this number is the number that you use when corresponding with your grantorAward Period = the period during which the assistance is available to your agencyCash disbursements = the amount of indirect costs and actual cash disbursements made by you during the 12 months ended June 30, 2001, which have or will be funded with Federal fundsIssues = the dollar value of food stamps, federal commodities, or other nonmonetary assistance issued by you during the 12 months ended June 30, 2001Total = the total amounts in the cash disbursements and issues columnsReceipts = the receipt of property or the receipt of surplus property

Schedule 8

Department/Commission/District South Lafourche Levee

Preparer: Aldon G. Wahl, Jr.

Budget Schedule No. \_\_\_\_\_

Phone Number: (985) 693-7755

Cash Basis

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2001

EIN Number: \_\_\_\_\_

(list all EIN numbers covered in this schedule;  
attach if necessary)

Loan Information (If applicable):

Federal Grantor	Program Name/Title and Cluster Name	CFDA or Other		Project Name	Outstanding Loan Balance
		Identifying No.			

N/A - See Attached Statement

Total

**SOUTH LAFOURCHE LEVEE DISTRICT**

**Schedule 8/ Reconciliation**

**Attachment**

**FYE 6/30/01**

The district had no expenditures of federal  
awards during the year ended June 30, 2001.

REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL  
REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED  
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Board of Levee Commissioners of the  
South Lafourche Levee District  
State of Louisiana  
Galliano, Louisiana

We have audited the general purpose financial statements of BOARD OF LEVEE COMMISSIONERS OF THE SOUTH LAFOURCHE LEVEE DISTRICT, component unit of the State of Louisiana, as of and for the year ended June 30, 2001, and have issued our report thereon dated August 16, 2001. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether BOARD OF LEVEE COMMISSIONERS OF THE SOUTH LAFOURCHE LEVEE DISTRICT's general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provision of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.



BOARD OF LEVEE COMMISSIONERS OF THE  
SOUTH LAFOURCHE LEVEE DISTRICT

REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL  
REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED  
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS  
(continued)

Internal Control Over Financial Reporting

In planning and performing our audit, we considered **BOARD OF LEVEE COMMISSIONERS OF THE SOUTH LAFOURCHE LEVEE DISTRICT's** internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended for the information of the Board of Commissioners, management and the Legislative Auditor of the State of Louisiana and is not intended to be and should not be used by anyone other than these specified parties.



Aldon G. Wahl, Jr.  
Certified Public Accountant

August 16, 2001

BOARD OF LEVEE COMMISSIONERS  
SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA

SCHEDULE OF FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2001

SECTION I SUMMARY OF AUDITOR'S RESULTS

A) Financial Statements

Type of auditor's report issued: unqualified

Internal control over financial reporting:

\* Material weakness(es) identified? \_\_\_\_\_yes X no

\* Reportable condition(s) identified that  
are not considered to be material weakness? \_\_\_\_\_yes X none  
reported

Noncompliance material to financial statements  
noted? \_\_\_\_\_yes X no

B) Federal Awards

South Lafourche Levee District did not receive federal awards  
during the year ended June 30, 2001.

SECTION II FINANCIAL STATEMENT FINDINGS

No matters were reported.

SECTION III FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

Not applicable.

SECTION IV MANAGEMENT LETTER

A management letter was not issued in connection with the  
audit for the year ended June 30, 2001.

REPORTS BY MANAGEMENT

BOARD OF LEVEE COMMISSIONERS  
SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA

SCHEDULE OF PRIOR YEAR FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2001

SECTION I FINANCIAL STATEMENT FINDINGS - INTERNAL CONTROL AND COMPLIANCE

There were no prior year findings.

SECTION II FINDINGS - INTERNAL CONTROL AND COMPLIANCE - FEDERAL AWARDS

No Federal awards.

SECTION III MANAGEMENT LETTER

A management letter was not issued in connection with the audit for the year ended June 30, 2000.

BOARD OF LEVEE COMMISSIONERS  
SOUTH LAFOURCHE LEVEE DISTRICT  
STATE OF LOUISIANA

MANAGEMENT'S CORRECTIVE ACTION PLAN  
FOR THE YEAR ENDED JUNE 30, 2001

SECTION I INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE GENERAL-PURPOSE  
FINANCIAL STATEMENTS

Not applicable.

SECTION II INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL AWARDS

South Lafourche Levee District did not receive federal awards during the  
year ended June 30, 2001.

SECTION III MANAGEMENT LETTER

A management letter was not issued in connection with the audit for the  
year ended June 30, 2000.